

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF JACKSON COUNTY WATER)	
ASSOCIATION FOR A CERTIFICATE OF PUBLIC)	
CONVENIENCE AND NECESSITY TO CONSTRUCT)	CASE NO. 92-082
AND FINANCE A PUBLIC FIRE PROTECTION)	
PROJECT IN ANNVILLE, KENTUCKY)	

O R D E R

On March 4, 1991, Jackson County Water Association ("Jackson Water") filed an application for a Certificate of Public Convenience and Necessity to construct a \$50,800 waterworks improvement project and for approval of its plan of financing for this project. This project will make fire protection improvements in the city of Annville. Project funding includes funds remaining in a \$96,400 Community Development Block Grant from the U.S. Department of Housing and Urban Development ("HUD").

Jackson Water's application was made pursuant to KRS 278.023 which requires the Commission to accept agreements between water associations and HUD and to issue the necessary orders to implement the terms of such agreements within 30 days of satisfactory completion of the minimum filing requirements. Given that minimum filing requirements were met in this case on March 18, 1992, KRS 278.023 does not grant the Commission any discretionary authority to modify or reject any portion of this agreement.

IT IS THEREFORE ORDERED that:

1. Jackson Water is hereby granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. Jackson Water's proposed plan of financing with HUD is accepted.

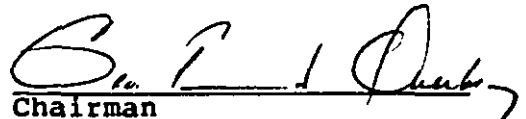
3. Jackson Water shall file a copy of the "as-built" drawings and a certified statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the substantial completion of the construction certificated herein.

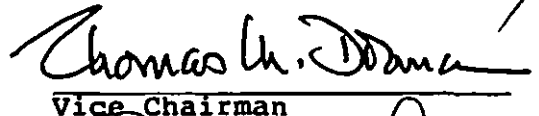
4. Jackson Water shall monitor the adequacies of the expanded water distribution system after construction. If the level of service is inadequate or declining or the pressure to any customer falls outside the requirements of 807 KAR 5:066, Section 6(1), Jackson Water shall take immediate action to bring the system into compliance with Commission regulations.

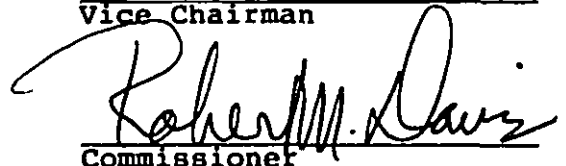
Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

Done at Frankfort, Kentucky, this 2nd day of April, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director, Acting